

Revenue Estimating Conference for Abandoned Property and Transfers to the State School Trust Fund

Executive Summary

The projection of receipts from unclaimed property and the subsequent distribution into the State School Trust Fund were revised August 3, 2012 by the Revenue Estimating Conference.

Remittances of abandoned property to the State for Fiscal Year 2011-12 were \$376.5 million, \$19.8 million above estimate. The Conference adopted annual growth rates of 5 percent in future unclaimed property receipts, and the estimate of the proportion of property returned to owners was set at 60 percent.

The Conference adopted a new financial outlook statement which recognized the closeout of Fiscal Year 2011-12 and the new forecast. For Fiscal Year 2011-12, the transfers to the State School Trust Fund were \$21.9 million above the estimate. Additional non-operating revenues were recognized, which resulted in an increase in the balance forward into the 2012-13 fiscal year of \$23.3 million. For Fiscal Year 2012-13 the estimate of the transfer to the State School TF was increased by \$3.5 million, which provides for a projected ending balance for the current fiscal year of \$27.4 million, an increase of \$26.8 million from the previous outlook statement. Total funds available for Fiscal Year 2013-14 are estimated to be \$209.7 million.

Abbreviated Outlook Statement for FY 2012-13 and 2013-14 (\$ Millions)

FUNDS AVAILABLE 2012-13	
Balance forward from 2011-12	79.0
Estimated transfers from Unclaimed Property TF	164.7
Nonoperating revenue	3.8
 Total 2012-13 funds available	 247.5
 EFFECTIVE APPROPRIATIONS 2012-13	
Grants & Aids	220.1
 AVAILABLE RESERVES	 27.4
 FUNDS AVAILABLE 2013-14	
Balance forward from 2012-13	27.4
Estimated transfers from Unclaimed Property TF	178.5
Nonoperating revenue	3.8
 Total 2013-14 funds available	 209.7

**Unclaimed Property Receipts, Refunds to Owners, and Transfers to the State School TF
August 3, 2012**

	<u>Receipts</u>			<u>Refunds</u>			<u>Transfer to State School TF</u>		
1992-93	52.2			17.3			30.6		
1993-94	58.2			19.6			35.8		
1994-95	58.7			16.5			36.2		
1995-96	81.6			25.2			48.2		
1996-97	137.0			27.0			104.7		
1997-98	141.3			47.8			91.4		
1998-99	115.4			46.9			64.8		
1999-00	128.2			67.7			54.1		
2000-01	153.5			62.1			84.9		
2001-02	157.9			74.1			81.1		
2002-03	161.3			76.6			86.1		
2003-04	254.4			99.3			153.8		
2004-05	208.1			95.7			106.1		
2005-06	354.7			103.8			245.0		
2006-07	271.9			168.8			97.0		
2007-08	312.3			151.2			157.0		
2008-09	298.0			174.9			112.0		
2009-10	358.1			191.2			154.2		
2010-11	346.3			190.2			157.5		
2011-12	376.5			210.6			163.6		
	OLD	NEW	change	OLD	NEW	change	OLD	NEW	change
2011-12	356.7	376.5	19.8	203.4	210.6	7.2	141.7	163.6	21.9
2012-13	368.0	395.9	27.9	200.4	216.8	16.4	161.2	164.7	3.5
2013-14	378.4	415.7	37.3	206.4	231.7	25.3	165.6	178.5	12.9
2014-15	389.8	436.5	46.7	212.6	243.5	30.9	170.8	187.5	16.7
2015-16	401.5	458.3	56.8	218.9	255.7	36.8	176.2	197.1	20.9
2016-17	#N/A	481.2	#N/A	#N/A	268.4	#N/A	#N/A	207.3	#N/A

Unclaimed Property Trust Fund 43-71-2-007001

3-Aug-12

	<u>FY 05-06</u>	<u>FY 06-07</u>	<u>FY 07-08</u>	<u>FY 08-09</u>	<u>FY 09-10</u>	<u>FY 10-11</u>	<u>FY 11-12</u>	<u>FY 12-13</u>	<u>FY 13-14</u>	<u>FY 14-15</u>	<u>FY 15-16</u>	<u>FY 16-17</u>
Funds Available												
Beginning Balance	3.9	4.2	4.7	3.5	10.0	17.3	9.8	6.1	15.0	15.0	15.0	15.0
Abandoned property receipts	232.2	218.9	312.3	298.0	329.1	346.3	376.5	395.9	415.7	436.5	458.3	481.2
Nonrecurring receipts	122.5	53.0			29.0							
Transfers in	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other nonoperating receipts	0.3	0.2	0.4	0.3	0.7	0.4	0.5	0.0	0.0	0.0	0.0	0.0
Total Funds Available	358.9	276.3	317.4	301.8	368.8	364.0	386.8	402.0	430.7	451.5	473.3	496.2
DBF Uses of Funds												
Operating Expenses	4.2	4.2	5.7	4.4	6.0	6.4	4.0	5.5	5.5	5.5	5.5	5.5
Refunds to owners - regular	103.8	99.6	121.5	162.6	191.2	175.9	208.0	216.8	231.7	243.5	255.7	268.4
Refunds to owners - demutualization		22.2	10.4									
Refunds to owners - reduced dormancy		47.0	19.3	12.3								
Refunds to owners - FDIC						14.3	2.6					
Miscellaneous disbursements	1.8	1.6	0.0	0.5	0.1	0.1	2.5	0.0	0.0	0.0	0.0	0.0
Retained Balance	4.2	4.7	3.5	10.0	17.3	9.8	6.1	15.0	15.0	15.0	15.0	15.0
Total DBF Uses	113.9	179.3	160.4	189.8	214.6	206.5	223.2	237.3	252.2	264.0	276.2	288.9
Available for transfer to												
State School TF (new estimate)	245.0	97.0	157.0	112.0	154.2	157.5	163.6	164.7	178.5	187.5	197.1	207.3
State School TF (old estimate)							141.7	161.2	165.6	170.8	176.2	#N/A
change in estimate							21.9	3.5	12.9	16.7	20.9	#N/A
State School TF receipts from transfers	264.2	175.0	197.0	152.0	226.2	207.5	213.6					
Transfers from State School TF back to DFS	-22.0	-78.0	-40.0	-40.0	-72.0	-50.0	-50.0					
Net Transfer to State School TF	242.2	97.0	157.0	112.0	154.2	157.5	163.6	164.7	178.5	187.5	197.1	207.3
Ratio of refunds to regular receipts	54%	45%	54%	61%	63%	56%	62%	60%	60%	60%	60%	60%
growth rate of regular receipts	12%	-6%	43%	-5%	10%	5%	9%	5%	5%	5%	5%	5%